## HB 4019 STAFF MEASURE SUMMARY

# **House Committee On Business and Labor**

**Action Date:** 02/14/22

**Action:** Without recommendation as to passage, be referred to

Rules, and then to Ways and Means by prior reference.

Vote: 7-4-0-0

Yeas: 7 - Bynum, Evans, Grayber, Holvey, Salinas, Smith Warner, Witt

Nays: 4 - Bonham, Boshart Davis, Cate, George

**Fiscal:** Fiscal impact issued **Revenue:** No revenue impact

**Prepared By:** Tyler Larson, LPRO Analyst

Meeting Dates: 2/14

#### WHAT THE MEASURE DOES:

Requires Department of Administrative Services to audit each public agency at least once every five years to verify compliance with qualified nonprofit agency procurement requirements and publish results on agency website. Requires department to supervise and approve all successor service contracts entered into by public agency for specified services to verify compliance with employment transition requirements for individuals with disabilities who worked 28 hours or more per week when the prior contract ended. Grants department enforcement and rulemaking authority. Becomes operative January 1, 2023. Takes effect on 91st day following adjournment sine die.

# **ISSUES DISCUSSED:**

Moved without recommendation to Rules Committee

### **EFFECT OF AMENDMENT:**

No amendment.

## **BACKGROUND:**

Oregon's Public Contracting Code requires the Department of Administrative Services (DAS) to maintain a list of products and services provided by qualified nonprofit agencies for individuals with disabilities. Public agencies procuring those products or services are generally required to obtain them from approved providers and must require any contract with a successor service provider for listed services to offer employment to affected workers with disabilities.

House Bill 4019 requires DAS to audit every public agency at least once every five years and to supervise and approve all successor contracts to verify compliance with the qualified nonprofit agency procurement requirements.